LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **FEBRUARY 26, 2008**, upon the application of **MILAGRO PRODUCING**, **LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **2700' Zone**, **Reservoir A**, in the Gueydan Field, Vermilion Parish, Louisiana.

- 1. To establish rules and regulations and create a single drilling and production unit for the exploration for and production of oil and gas from the 2700' Zone, Reservoir A.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To provide that any future wells drilled to the 2700' Zone, Reservoir A within or outside of the proposed unit, should be exempt from the spacing provisions of Statewide Order No. 29-E.
- 4. To provide that the Commissioner of Conservation should be authorized to reclassify the reservoir by Supplemental Order without the necessity of a public hearing if the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
- 5. To consider such other matters as may be pertinent.

The 2700' Zone, Reservoir A is hereby defined as being that oil and gas bearing zone encountered between the depths of 2,360' and 3,140' (electrical log measurements) in the Griffin Petroleum Co.-Alliance Trust No. 37 Well, located in Section 34, Township 11 South, Range 1 West.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 1/22/08;1/25/08 L lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.